GOVERNMENT OF INDIA
COMMUNICATIONS AND INFORMATION TECHNOLOGY
LOK SABHA

UNSTARRED QUESTION NO:3414
ANSWERED ON:17.08.2005
PLACING OF ORDERS BY ITI LIMITED
Jha Shri Raghunath

Will the Minister of COMMUNICATIONS AND INFORMATION TECHNOLOGY be pleased to state:

(a) whether the Government is aware that CAG in its report No. 5 of 2005 (Commercial) has pointed out that ITI Limited placed orders for purchase of material based on mere inquiries without any definite order from Army Headquarters resulting in locking up of funds to the extent of Rs. 4.74 crores and consequential loss of interest of Rs. 1.41 crores upto June 2004;

(b) if so, the reaction of the Government thereto and the action taken against the guilty officials for causing financial loss to the company; and

(c) the steps taken/being taken by the Government to check the recurrence of such incidents in future?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF COMMUNICATIONS AND INFORMATION TECHNOLOGY (DR. SHAKEEL AHMAD)

(a) to (c): The CAG repot No. 5 of 2005 had been received by the Government. This is being examined.